



**KWAZULU-NATAL PROVINCE**

TREASURY  
REPUBLIC OF SOUTH AFRICA

**OFFICE OF THE MEC**

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Ms. NN Boyce  
The Speaker of the KZN Legislature  
KwaZulu Natal Provincial Legislature  
Private Bag x 9037  
Pietermaritzburg  
3200

**WRITTEN REPLY**

No. 22/2021 MR. F A RODGERS (DA) TO ASK THE MEC FOR FINANCE:

**1. When was the E-Procurement tool project halted;**

The implementation of the E – Procurement tool was halted on the 22 June 2016.

**2. Who issued the instruction to halt the project;**

Mr. S Moodley (Provincial Accountant General) and Mr. H Conradie, (Accounting Officer) issued the instruction on 22 June 2016.

**3. What were the reasons for stopping the project;**

A security breach occurred on the system. The user's access to the system had been compromised. Users were able to gain access to the system, irrespective of the role selection. Any user was able to gain access to all transactions and were able to process transactions that were not assigned to the user's respective role.

After a preliminary investigation the then MEC of Finance (MEC Scott) decided to institute a forensic investigation into the procurement of the E –Procurement tool.

**4. What has been the total cost incurred by the province in the project;**

**4.1 Please supply a breakdown of these costs.**

Total Cost = R 23 517 445






**The cost are broken down as follows:**

System development            R23 104 467  
SITA Hosting                      R412 978

**Costs not paid are as follows:**

SITA Hosting                      R206 489  
ADAPT IT invoices not paid    R6 705 193

**RESPONSES TO PARLIAMENTARY QUESTION NO 22/2021**

 _____ <b>MR S MOODLEY</b> PROVINCIAL ACCOUNTANT GENERAL DATE: <u>10/03/2021</u>	 _____ <b>MS N SHEZI</b> ACTING HEAD OF DEPARTMENT DATE: <u>12 March 2021</u>
 _____ <b>MS. N DUBE-NCUBE</b> MEC FOR FINANCE DATE: <u>12/03/2021</u>	